GOVERNMENT OF INDIA
COMMERCE AND INDUSTRY
LOK SABHA

UNSTARRED QUESTION NO:1416
ANSWERED ON:27.11.2007
INVESTMENT BY NON -RESIDENT INDIANS
Patel Shri Jivabhai Ambalal;Thummar Shri Virjibhai

Will the Minister of COMMERCE AND INDUSTRY be pleased to state:

(a) whether the Government has announced any incentive to encourage the Non-Resident Indians (NRIs) to invest in India;

(b) if so, the details thereof;

(c) the details of investment made by the NRIs during each of the last three years, State-wise;

(d) whether the Government has received any complaints that NRIs are facing difficulties in making investment in India;

(e) if so, the reaction of the Government in this regard; and

(f) the steps taken by the Government to remove the said difficulties?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF COMMERCE & INDUSTRY (SHRI ASHWANI KUMAR)

(a) & (b): Government has put in place a liberal and investor-friendly policy for FDI, including investments by Non Resident Indians (NRI). The present policy permits FDI up to 100% under the automatic route in most sectors / activities. NRIs have been allowed a special dispensation in Domestic Airlines sector where NRI investment is permitted up to 100%. NRI investment in the construction development sector do not attract conditions of minimum capitalization, minimum area for development and lock-in of original investment.

(c): Data on investment from NRIs is not maintained separately. However, statement showing state-wise inflow of FDI, including investment from NRIs, during the last three years is at Annex.

(d): No, Sir.

(e) & (f): Do not arise.

ANNEX

STATEMENT REFERRED TO IN REPLY TO PART (c) OF THE LOK SABHA UNSTARRED QUESTION NO. 1416 FOR ANSWER ON 27-11-2007.

RBI's REGION-WISE (WITH STATE COVERED) FDI INFLOWS FROM APRIL 2004 To AUGUST 2007

(Amount in US$ million)

Sl No	Regional Offices of RBI	States Covered	2004-05 Apr-Mar	2005-06 Apr-Mar	2006-07 Apr-Mar	2007-08 Apr-August	Total
1	HYDERABAD	ANDHRA PRADESH	162.71	238.20	594.24	253.77	1,248.92
2	GUWAHATI	ASSAM, ARUNACHAL PRADESH, MANIPUR, MEGHALAYA, MIZORAM, NAGALAND, TRIPURA	2.91	0.00	0.00	0.00	2.91
3	PATNA	BIHAR, JHARKHAND	0.00	0.00	0.13	0.00	0.13
4	AHMEDABAD	GUJARAT	133.39	150.83	368.92	125.21	778.35
5	BANGALORE	KARNATAKA	249.53	412.37	714.34	649.95	2,026.19
6	KOCHI	KERALA, LAKSHADWEEP	7.37	13.09	13.56	5.62	39.63
7	BHOPAL	MADHYA PRADESH, CHATTISGARH	15.24	9.67	29.09	35.25	89.26
8	MUMBAI	MAHARASHTRA, DADRA & NAGAR HAVELI, DAMAN & DIU	698.32	969.25	3,599.13	1,740.14	7,006.83

9	BHUBANESHWAR	ORISSA	0.00	70.59	10.62	7.47	88.68
10	JAIPUR	RAJASTHAN	1.00	0.76	50.20	10.75	62.71
11	CHENNAI	TAMIL NADU, PONDICHERRY	79.52	268.15	1,311.94	279.42	1,939.04
12	KANPUR	UTTAR PRADESH, UTTRANCHAL	0.01	0.00	12.83	0.00	12.83
13	KOLKATA	WEST BENGAL, SIKKIM, ANDAMAN & NICOBAR ISLANDS	101.93	91.81	57.89	20.39	272.03
14	CHANDIGARH	CHANDIGARH, PUNJAB, HARYANA, HIMACHAL PRADESH	2.97	85.51	21.82	41.36	151.66
15	NEW DELHI	DELHI, PART OF UP AND HARYANA	816.74	1,040.77	2,446.12	1,778.14	6,081.77
16	PANAJI	GOA	22.50	7.62	74.78	0.78	105.67
17	REGION NOT INDICATED#	REGION NOT INDICATED	924.54	2,181.10	3,186.16	1,496.13	7,787.94
	Total		3,218.69	5,539.72	12,491.77	6,444.38	27,694.56
18	Advance of Inflow $		540.25	0.00	0.00	0.00	540.25
19	Stock Swapped$		0.00	6.23	3,234.42	0.17	3,240.82
Grand Total			3,758.94	5,545.95	15,726.19	6,444.55	31,475.63

Note:
(i) Includes 'equity capital components' only.

(ii) The Region-wise FDI inflows are classified as per RBI's - Region-wise inflows, furnished by RBI, Mumbai.

(iii) # This includes Acquisition of Existing Shares for which RBI has not provided Region-wise Inflow.

$ RBI has not provided Region-wise inflow